Inc members

**27 JURE 1956** 

## GUATURALA

- I. A Bloody clash on 25 June between police and protesting University students in Guniemals City has brought about a Government declaration of a nationwide "state of sloge". Four students were hilled and 18 injured in Honday's demonstration, when the police fired on the marching students.
  - A. The demonstrations was staged in protest against the Government's curtailment of constitutional rights, by means of a declaration of a "state of alarm" in the early hours of Sunday morning and against arrost of student demonstrators later that day.
  - 8. Some 200 arrows have been made among student descriptators, but a full-scale students' strike apparently is now in progress and further disturbances are expected.
- II. The Gorermont's original "state of alars" decree was designed as a preventive makeure following discovery of an alleged Communist plot to "exploit" the 24-25 June colebration of the 1844 everthrow of distator Thice.
  - A. On 23 June, Propident Castillo Armas told our Embassy of his concern over the seditions behavior of leftist students and intellectuals.
    - 1. He stated that his own supporters had become "impatient" over his teleration of such behavior.

"Clear up" the situation.

the Army advised Castille to

State Dept. review completed

2.

25X1

- III. Although leftleis of varying degrees are playing an important part is the present Goatemalan disturbances, in our view the major threat to continuation of the Gastillo regime [iv: years old this July Srd) would come from disaffection of his rightlet support.
  - A. The situation, to the present, has probably cost Castillo some of his support from the Sajority of politically-conscious Contendians-middle-class, professional and labor elements.
  - D. Streeter, at this stage, his support from conservatives, besiness circles and civilian numbers of his one "hiberation" novement has probably increased.
  - C. At present, the key force in Guatemalan stability-the stay-
  - police shootings, anticipates a resolice which "may undermise" the Castillo regime's prostige and even stability.
  - bring about a graceral revulsion, however, we believe that both the Army and the rightlats will probably continue their support.

